



HOUSE COMMITTEE ON APPROPRIATIONS

FY 09-10

Executive Budget Review

Department of Culture, Recreation
and Tourism



The Department of Culture, Recreation and Tourism includes the following offices:

Office of the Secretary
Office of the State Library
Office of State Museums
Office of State Parks
Office of Cultural Development
Office of Tourism

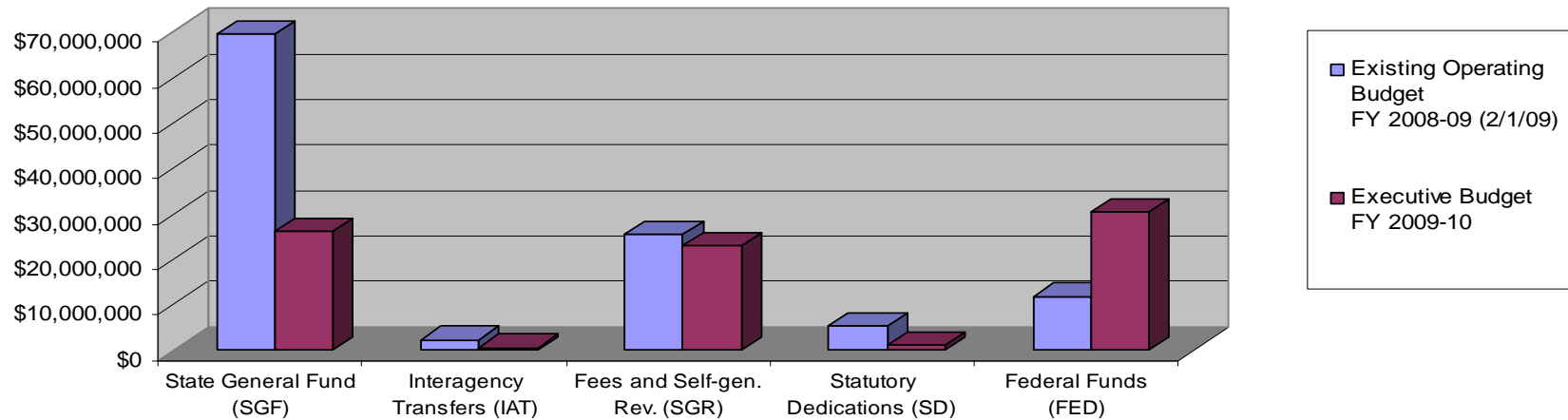


FY 09-10 Executive Budget by Means of Finance

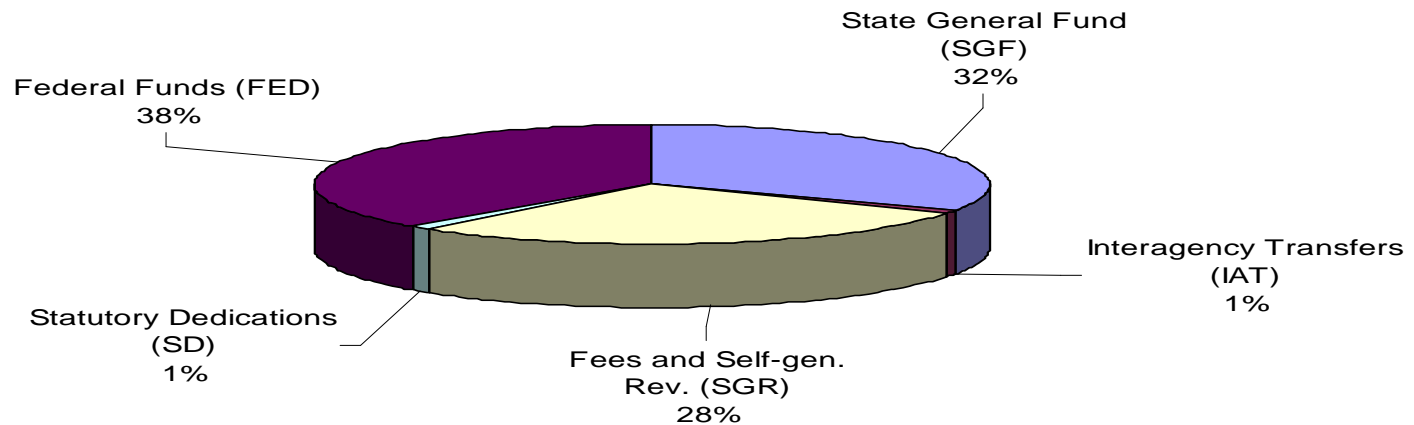
DEPARTMENT OF CULTURE, RECREATION AND TOURISM					
Means of Financing (MOF)	Actual Expenditures FY 2007-08	Existing Operating Budget FY 2008-09 (2/1/09)	Executive Budget FY 2009-10	Change From FY 08-09 to FY 09-10	Percent Change From FY 08-09 to FY 09-10
State General Fund (SGF)	\$71,316,098	\$69,595,652	\$26,172,610	(\$43,423,042)	-62.39%
Interagency Transfers (IAT)	\$25,195,871	\$2,361,393	\$535,050	(\$1,826,343)	-77.34%
Fees and Self-gen. Rev. (SGR)	\$25,091,271	\$25,543,591	\$23,000,545	(\$2,543,046)	-9.96%
Statutory Dedications (SD)	\$5,190,686	\$5,335,941	\$990,000	(\$4,345,941)	-81.45%
Interim Emergency Board	\$0	\$0	\$0	\$0	0.00%
Federal Funds (FED)	\$14,455,440	\$11,873,354	\$30,397,841	\$18,524,487	156.02%
TOTAL MOF	\$141,249,366	\$114,709,931	\$81,096,046	(\$33,613,885)	-29.30%
Authorized Positions	785	787	700	-87	-11.05%



FY 08-09 (2/1/09) EOB vs FY 09-10 Executive Budget



Department of Culture, Recreation and Tourism FY 09-10 Executive Budget by Means of Finance



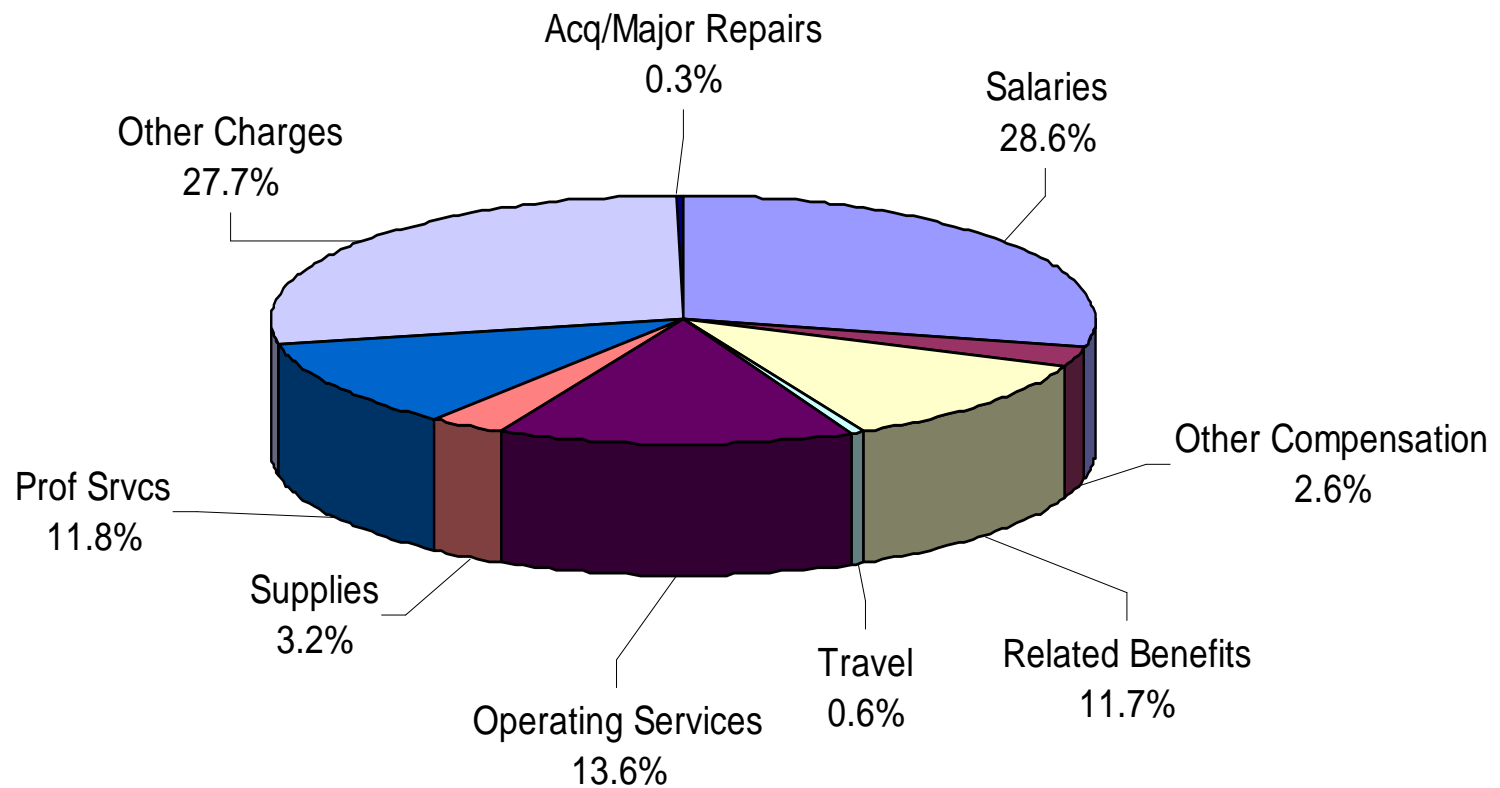


FY 09-10 Executive Budget by Expenditure

Department of Culture, Recreation and Tourism					
Expenditures	FY 07-08 Actual	FY 08-09 Existing Operating Budget	FY 09-10 Executive Budget	Change from FY 08-09 to FY 09-10	Percent Change
Salaries	\$ 24,033,698	\$ 25,697,843	\$ 23,186,457	\$ (2,511,386)	-9.8%
Other Compensation	\$ 2,523,179	\$ 2,896,905	\$ 2,093,708	\$ (803,197)	-27.7%
Related Benefits	\$ 9,051,154	\$ 9,501,776	\$ 9,503,008	\$ 1,232	0.0%
Travel	\$ 390,114	\$ 488,001	\$ 456,047	\$ (31,954)	-6.5%
Operating Services	\$ 10,082,291	\$ 11,772,976	\$ 11,065,278	\$ (707,698)	-6.0%
Supplies	\$ 3,127,683	\$ 2,824,143	\$ 2,569,470	\$ (254,673)	-9.0%
Prof Svcs	\$ 19,387,391	\$ 12,874,657	\$ 9,557,647	\$ (3,317,010)	-25.8%
Other Charges	\$ 69,665,842	\$ 45,875,039	\$ 22,444,581	\$ (23,430,458)	-51.1%
Acq/Major Repairs	\$ 2,988,012	\$ 2,712,780	\$ 219,850	\$ (2,492,930)	-91.9%
Unallotted	\$ -	\$ 65,811	\$ -	\$ (65,811)	-100.0%
TOTAL EXP	\$ 141,249,366	\$ 114,709,931	\$ 81,096,046	\$ (33,613,885)	-29.3%



FY 09-10 Executive Budget by Expenditure





Significant Budget Changes

- \$824,921 Provide funding for risk management premiums (\$812,954 SGF; \$11,967 SGR).
- (\$14.3 million) Reduce funding throughout the Department (\$11.8 million SGF; \$2.5 million SGR) for the following: statewide arts grants, grants in the Division of Historic Preservation, operating services in the Division of Archaeology, the Regional Folk Life Activity, and the Decentralized Arts Funding and pass through funding for the Louisiana Political Hall of Fame and Museum. Reduce funding in Office of State Parks by limiting their operating hours to two days per week at the following historic sites: Audubon, Centenary, Fort Jessup, Fort Pike, Fort St. Jean Baptiste, Longfellow Evangeline, Los Adaes, Mansfield, Marksville, Plaquemine, Port Hudson, Poverty Point, Rebel, Rosedown and Winter Quarters.



Significant Budget Changes

- (\$8.1 million) Non-recurred carry forwards (\$3 million SGF; \$1.7 million IAT; \$3.3 million FED).
- (\$5.2 million) SGF Reduces funding and 87 positions throughout the Department of Culture, Recreation and Tourism.
- (\$4.6 million) Non-recurred other adjustments. This consists of non-recurred items such as grants, legislative appropriations, and excess revenues (\$2.2 million SGF; \$65,000 IAT; \$2.4 million SD).
- (\$2.4 million) Non recur funding for acquisitions and major repairs (\$264,282 SGF; \$219,850 SGR; \$1.9 million SD).



Means of Finance Substitution

- Reduce General Fund by \$21.8 million and increase Federal Funds from the State Fiscal Stabilization Fund Flex Grant (America Recovery and Reinvestment Act of 2009).



Discretionary vs Non-Discretionary Funding FY09-10

Discretionary	\$78,319,403	96.58%
Non-Discretionary	\$2,776,643	3.42%
Total	\$81,096,046	100.00%

- The non-discretionary funding is used to fund group insurance, rent for state owned buildings and state funding for a maintenance of effort in the Office of State Library.



Major Statutory Dedications

The chart below lists significant statutory dedicated funds appropriated to the Department of Culture, Recreation and Tourism :

	FY 07-08	FY 08-09	FY 09-10
Archaeological Curation Fund	\$0	\$40,000	\$40,000
Audubon Golf Trail Development Fund	\$17,708	\$47,500	\$47,500
Overcollections Fund	\$4,287,219	\$4,345,941	\$0
Poverty Point Reservoir Development Fund	\$885,759	\$902,500	\$902,500



Department of Culture, Recreation and Tourism

Statutory Dedications

Audubon Golf Trail Development Fund (R.S. 56:1706) The state treasurer shall each year deposit in and credit to the fund an amount equal to the total fees and self-generated revenues collected in that year from activities of the Audubon Golf Trail. \$50,000 was appropriated from the fund in FY 08-09. The Administration reduced this by 5% as part of the FY 08-09 deficit reduction plan. There is a \$26,822 fund balance as of 2/5/09. This fund receives revenues from membership fees from AGT member courses, from prospective AGT members as application fees and from participants in Junior Golf Tournaments as entrance fees.



Department of Culture, Recreation and Tourism

Statutory Dedications

Archaeological Curation Fund (R.S. 41:1615) The treasurer shall pay an amount equal to the monies received by the state treasury pursuant to the provisions of R.S. 41:1608(B) into the Archaeological Curation Fund. All unexpended and unencumbered monies in the fund at the end of any fiscal year shall remain in the fund. \$40,000 was appropriated in FY 08-09. There is a \$102,596 fund balance as of 2/5/09. This fund supports the Division of Archaeology's function as the state's legal custodian for all archaeological artifacts and objects of antiquity, as designated by R.S. 41:1604. Fees are collected for items stored in the state's curation facility and are used for the salaries and operational expenses of this function and to provide funds for developing exhibits and presentations on Louisiana archaeology to be placed in museums, libraries and schools around the state.



Department of Culture, Recreation and Tourism

Statutory Dedications

Poverty Point Reservoir Development Fund (R.S. 56:1705) - The state treasurer shall each year deposit in and credit to the fund an amount equal to the total fees and self-generated revenues collected in that year from activities of the Poverty Point Retirement Development Community and the Black Bear Golf Course. Monies in the fund may be appropriated for support of the operation, maintenance, improvement, and expansion of the Poverty Point Retirement Development Community and the Black Bear Golf Course. Any unexpended or unencumbered monies on deposit in the fund at the end of the fiscal year shall remain in the fund. \$950,000 was appropriated in FY08-09. The Administration reduced this by 5% as part of the FY 08-09 deficit reduction plan. There is a \$183,941 fund balance as of 2/5/09.



Department of Culture, Recreation and Tourism

SALARIES/ POSITIONS

- \$23.1 million for salaries and \$9.5 million for related benefits. Total Salaries and Related Benefits = \$32.6 million or 40% of the total budget
- Average Salary for the Department = \$33,124
- 700 positions (688 classified and 12 unclassified)
- As of 3/1/09, the department had 101 vacancies
5 yr historical vacancy rate = 99 positions



Department of Culture, Recreation and Tourism

ISSUES

What is the status, in terms of dollars and the number of visitors, of tourism in Louisiana relative to the pre-Katrina numbers?

The number of visitors to Louisiana is expected to recover to 2004 levels by 2010, with 24.3 million people expected to visit the state that year. Tourist spending is also estimated to recover by 2010, where it is forecast to reach \$9.9 billion. However, as the total number of visitors and spending approach normal state-wide levels in other parts of the state in the next two years, it is unlikely that the tourism industry will have fully recovered in New Orleans during the same period. Tourism in New Orleans is still lagging and not expected to approach pre-Katrina levels in number of visitors until 2012.